Competitive Tier 2 Program (T2RFP21-2) Proposers' Webinar



NYSERDA Large-Scale Renewables Team August 19, 2021

Webinar Logistics

- All attendees are muted
- Submit questions through the Q&A feature
 - If submitting a question, send "To Host"
- Slides will be posted this week on Competitive Tier 2 webpage

Agenda

- Welcome & Agenda
- Background
- Eligibility
- Solicitation Key Dates
- Bid Proposal Requirements
- Proposal Evaluation
- Standard Agreement
- Questions



Competitive Tier 2 Background

Short-term program will provide support to operating facilities and preserve New York's renewable baseline while allowing the voluntary market to continue to grow.

- On October 15, 2020, the PSC issued an Order Adopting Modifications to the Clean Energy Standard (Case 15-E-0302)
 - Authorized and directed a competitive procurement program under Tier 2 of the Clean Energy Standard: maximum 3-year budget \$200 million
 - Secures the continued availability of existing renewable resources
 - Provides bridge to existing resources until the voluntary market grows to a sufficient volume
 - NYSERDA to issue three annual Competitive Tier 2 solicitations (2021-2023), this is the second solicitation
 - The first Competitive Tier 2 RFP was released in January 2021 with awards announced in May 2021

Proposers are advised to review the 2020 Order before participating in this RFP.

Competitive Tier 2 Eligibility

Eligible Bid Facilities:

- Wind or non-state-owned run-of-river hydroelectric generating facilities
- Located in New York State
- Entered commercial operation prior to January 1, 2015
- Facilities under active agreement with NYSERDA are eligible to participate only to the extent that the Bid Facility's generation exceeds the generation committed in the existing agreement
- A resource that is the subject of a NYSERDA Competitive Tier 2 Agreement is <u>not</u> an eligible resource under Tier 4
- Value of Distributed Energy Resources (VDER) projects or those compensated under net metering are <u>not</u> eligible
- Bid Facilities owned by a regulated entity are not eligible to participate in this RFP
- The Competitive Tier 2 Program does not include an energy storage component

Hydroelectric Bid Facilities

- For hydroelectric Bid Facilities, an active FERC license or exemption is required.
- The Competitive Tier 2 Bid Proposal (Attachment B) includes a question for Proposers to note the license status. During proposal review, NYSERDA will cross reference with the FERC licensing website to ensure that all Bid Facilities have an active license or exemption.
- Proposers must provide the date of the last FERC dam safety inspection and describe whether there were any material findings. If there were any material findings, the Proposer must describe how they were addressed and resolved.
- For any unresolved issues, NYSERDA will reach out to the Proposer to discuss the status.

Solicitation Key Dates

The deadline for Bid Proposals is September 9, 2021, at 3:00 p.m.

Event	Date
Solicitation Launch	August 5, 2021
Proposers' Webinar	August 19, 2021
Deadline – Bid Proposals Due	September 9, 2021 (3pm)
NYSERDA Notifies Awarded Proposers	October 2021 (expected)

Bid Proposal Requirements

Proposers will complete a Bid Proposal (Attachment B) via online form and submit to NYSERDA for review.

- Proposers must bid a Fixed REC price as a combination of annual MWh (Bid Quantity) and a dollar per Tier 2 REC/MWh bid (Bid Price)
- Bid Quantity will be limited to the highest generation by the Bid Facility during any one of the facility's most recent three years of operation
- Proposers may bid in partial generation from a Bid Facility
- Only one Bid Proposal may be entered per Bid Facility.



Purchase of Tier 2 Renewable Energy Certificates (T2RFP21-2)

Competitive Tier 2 Bid Proposal

The New York State Energy Research and Development Authority (NYSERDA) seeks to procure Competitive Tier 2 eligible Renewable Energy Certificates from eligible Bid Facilities, as authorized by the New York State Public Service Commission's <u>Order</u>, issued on October 15, 2020 in Case No. 15-E-0302 (Order). All Proposers are advised to review the Order before participating in this procurement.

Please note: A partially completed Bid Proposal cannot be saved! Be sure to have all necessary details with you before beginning the form. Upon submission, you will receive a confirmation and a tracking number on your screen to print or save. Refer to this tracking number to check on the status of your request.

For full program details and eligibility, visit <u>NYSERDA's Competitive Tier 2 website</u>. If you have any questions, contact <u>res@nyserda.ny.gov</u>.



Test Hydro Project

NYGATS ID *

GEN12345



Wind



Non-State-Owned Run-of-River Hydro

Commercial Operation Date (Select the first date the technology (or facility) was in service. Must be prior to 1/1/2015) *

March 01, 2013

Installed Capacity (MW) *

10

Highest Annual Generation of Bid Facility over the past 3 years of operation (MWh) *

10000

Annual Bid Quantity [Not to exceed Highest Annual Generation of Bid Facility over the past 3 years of operation] (MWh) *

8000

Competitive Tier 2 Fixed REC Bid Price (a dollar per Tier 2 REC/MWh) *

\$1.00

Proposal Evaluation

Proposals meeting RFP eligibility requirements will be reviewed by NYSERDA staff.

- Proposals will be rank ordered based on the Bid Price, starting with the lowest bid until the total Bid Quantity approximates the solicitation's Target Volume or the Maximum Acceptable Bid Price is exceeded
- Maximum Acceptable Bid Price and Target Volume will remain confidential to preserve the competitiveness of this RFP
- Proposals that include a Bid Price in excess of the Maximum Acceptable Bid Price will not be eligible for an award

Standard Competitive Tier 2 REC Agreement

Successful Proposers will enter into a three-year standard Agreement with NYSERDA for the Bid Quantity at the Bid Price.

- Term of annual contract from January 1 to December 31
- Facilities will receive payments equal to the number of Tier 2 RECs delivered to NYSERDA's NYGATS account multiplied by the contracted Bid Price
- NYSERDA will use the Agreement set forth in Attachment A to contract successful proposals and will not entertain exceptions to the Agreement

Proposers are advised to review the Agreement in detail before deciding to submit a proposal

Questions

Please send questions via the Q&A feature of WebEx

Following the webinar, Proposers may submit questions to res@nyserda.ny.gov

All RFP information available at <u>https://www.nyserda.ny.gov/All-Programs/Programs/Clean-Energy-Standard/Renewable-Generators-and-Developers/Tier-Two-Competitive-Program</u>

